

Alternative Fuel School Buses: A View for Local Governments





Outline of Presentation

- What Are Alternative Fuels?
- Why Do We Need Alternative Fuels?
- What are the Benefits and Costs of Alternative Fuel Use?
- Public Relations Benefits
- Are They Safe?
- Alternative Fuel School Buses at Work Across America
- What Is Available in Alternative Fuel School Buses?
- Funding Sources for Alternative Fuel Projects
- For More Information



What Are Alternative Fuels?

- "Alternative Fuel" refers to vehicle fuels other than gasoline or diesel. For example,
 - Natural Gas
 - Propane
 - Ethanol
 - Biodiesel
 - Electricity
 - Hydrogen



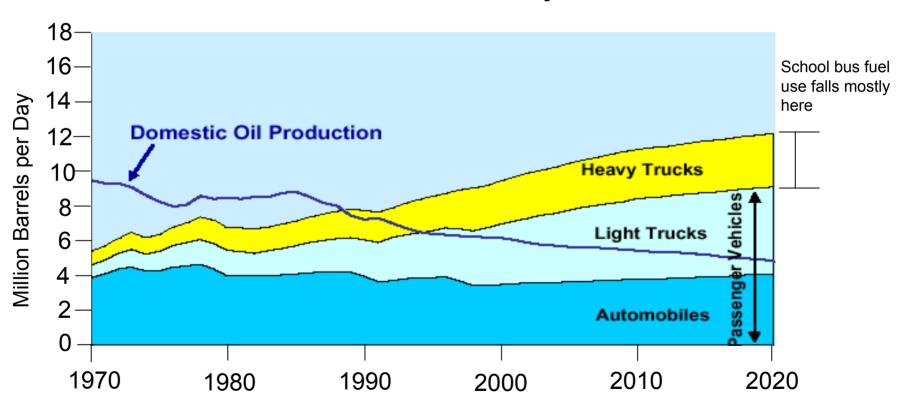
Why Do We Need Alternative Fuels?

- Reduce American Use of Petroleum Fuels
 - Over half of U.S. transportation petroleum use is imported
 - In some states, imported petroleum use for transportation is as high as 85%
- Reduce Exhaust Emissions from Transportation Sources
 - Many regions of the U.S. are facing significant attainment issues as populations grow





U.S. Highway Transportation Uses More Oil Than is Produced Domestically



Source: <u>Transportation Energy Data Book: Edition 18</u>; DOE/ORNL-6941, September 1998, and <u>EIA Annual Energy Outlook 1999</u>, DOE/EIA-0383(99), December 1998



Benefits and Costs of Using Alternative Fuels

- Overall, fleets have seen savings of \$1,000 to \$3,000 per bus per year with alternative fuels
- Alternative fuel buses usually well-liked by operators (cleaner, quieter)
- Alternative fuels may help the region with EPA compliance with State Implementation Plans (SIPs)
- Alternative fuel buses typically cost more than diesel buses
 - Funding available to offset costs
- Fuel costs for alternative fuels can be significantly cheaper in many cases (depending on local situations)
- Alternative fuel refueling stations can be costly, but many areas already have such stations in place
 - Funding available for refueling stations



Public Relations Benefits of Alternative Fuels

- Alternative fuel buses offer public relations benefits to the schools
 - Buses are very visible vehicles in community
 - Vehicles are cleaner (lower exhaust emissions)
 - Vehicles are quieter
 - Shows local leadership in improving environment for students
 - Provide visible opportunities to partner with other organizations and jurisdictions within the community or metropolitan area to achieve common goals



Are Alternative Fuel School Buses Safe?

- School buses are one of the safest modes of transportation on the highway: alternative fuels don't significantly impact this safety
- No known school bus fatalities have resulted from an alternative fuel system
- Alternative fuel school buses meet all conventional bus safety standards plus additional safety standards for alternative fuels (tank safety cages, etc.)



Alternative Fuel Buses Are at Work Throughout America

- Currently over 2,500 alternative fuel school buses in U.S.
 - 21 states across the U.S. in a wide range of applications and climates
 - Natural gas, propane, biodiesel
 - Displacing 4-5 million gallons of petroleum each year

Available Products

- Several products available
 - Type D (transit-style school bus)
 - DOE is working with manufacturers to develop a Type C natural gas bus
- Mostly natural gas vehicles
- A new Type C propane school bus platform is now available for 2004
- No specific biodiesel products: biodiesel blends (up to 20% biodiesel and 80% regular diesel) can be used in most diesel engines







Funding Sources for Alternative Fuel Vehicle Projects

- DOE Clean Cities State Energy Program Special Projects
 - Can fund incremental cost of vehicles and cost of refueling stations
 - Work with local Clean Cities Program to submit grant requests for projects
 - SEP is a <u>competitive</u> solicitation offered yearly
 - SEP School Bus Application Template available at http://www.ccities.doe.gov/pdfs/bustutor.pdf
- Congestion Mitigation and Air Quality (CMAQ) funding
 - Available through local planning organizations, administered by state DOT
 - Availability for alternative fuel projects varies by state
- State funds
- Local government funds
- Foundation funds
- Partnering with fuel providers to offset infrastructure costs or to reduce maintenance and operational costs or fuel costs



In Summary

- Proven Technology in Use throughout U.S.
- Reduce Local Dependence on Imported Petroleum
- Public Relations Benefit: Schools are Seen as a "Better Neighbor"
 - Lower emissions than diesel (visible and odor):
 important for areas of operation and for student health
 - Buses usually significantly quieter than diesel (esp. natural gas)
- Potential for Overall Cost Savings



For More Information

- National Clean Cities Program
 - http://www.ccities.doe.gov
- Natural Gas Vehicle Coalition
 - http://www.ngvc.org
- Propane Vehicle Council
 - http://www.propanevehicle.org
- National Biodiesel Board
 - http://www.nbb.org
- "Alternative Fuel School Buses Earn High Marks", Alternative Fuel News Volume 5 Number 3
 - http://www.ccities.doe.gov